Based on TAFCUBs recommendations, supervisory actions that have been taken include issue of license to unlicensed banks, allowing merger of UCBs, cancellation of license of unviable UCBs etc. Further, certain other facilities like setting up of currency chest, selling mutual funds, providing foreign exchange services etc. have been extended to such banks in the MoU signed States.

Removal of distinction between FDI and FIIs

4350. SHRI MAHENDRA MOHAN: Will the Minister of FINANCE be pleased to state:

(a) whether Government are examining the possibility of redefining foreign investment in companies by removing the distinction between FDI and FII;

(b) if so, the details thereof;

(c) how the proposed policy change will have impact on different sectors like asset reconstruction companies, direct-to-home distribution of broadcast signals and real estate; and

(d) how much investment has been made in India through FDI and FII separately?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL): (a) No, Sir.

(b) to (d) Do not arise.

Performance-related pay to employees

4351. SHRI N.R. GOVINDARAJAR: Will the Minister of FINANCE be pleased to state:

(a) whether Government propose to introduce performance-related pay for the Central Government employees, as per suggestion of the panel of Pay Commission;

(b) if so, whether this will cut the basic benefits given to employees; and